

About the Conference

The IX Annual Conference "Market and Liquidity Risks Management Market|Risk|2020" will be held on October 9, 2020 in Kyiv, Ukraine.

The objective of the Conference is to review the macroeconomic prospects and risks for the financial sector under COVID-19, discuss regulatory capital requirements for market risks, and share experiences on best practices in assessment of derivatives and using them to hedge market risks by banks and their customers.

- COVID-19 And The Financial Sector: What Are The Results And Prospects?
- What Are The NBU's Capital Requirements For Market Risks?
- Derivatives: How To Value Them And Hedge Risks?
- How To Launch Currency Futures?

Speakers



Vitaliy Vavrishchuk
Director -
Department of
Financial Stability
NBU



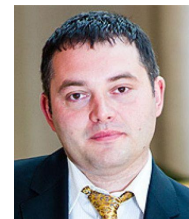
Rulsan Spyvak
Director -
Corporate
Business
Raiffeisen
Bank Aval



Nadia Meshenko
FRM
Head of
Financial and
Operational
Risks
NBU



Mykola Selekhan
FRM, CFA,
Deputy
Director of the
Open Markets
Department
NBU



Dmytro Kolehko
Member of
the
Executive
Board,
Chief Risk
Officer
VP Bank
(Vietnam)



Olexander Duda
Head of Capital
Markets
UkrSibbank



Pervin Dadashova
FRM
Head of Macropru-
dential
Policy and
Research
NBU



Oleg Tkachenko
Chairman of
Management
Board
Bank
Settlement
Center



Nazar Odinaev
Director of
Financial Risk
Credit Agricole
Bank



Oleksiy Sukhorukov
Business
Develop-
ment
Director
Ukrainian
Exchange



Olexiy Nazarov
Head of Market
Risks and Risks of
Financial
Institutions
Raiffeisen Bank
Aval



Yuriy Tabin
Deputy
Director of
the Market
and
Liquidity
Risk
Department
Kredobank



Ganna Rublova
Director of
Financial Risks
OTP Bank



Vyacheslav Ozerov
Director of
Treasury
Department
Credit
Agricole Bank



Yaroslav Nevmerzhytsky
FRM, ERP,
CFA
Chief Risk
Officer
U. Commodities

Partners



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Information Partners



Who Should Attend

In your bank, financial or investment company:

- Chairman and members of the Supervisory Board and Management Board

Heads of the divisions:

- Risk management
- Management of market risks
- Assets and Liability Management
- Financial planning and budgeting
- Treasury and Dealing
- Securities
- Investment Business
- Correspondent relations
- Assessment of the counterparty banks
- Development and application of analytical and information technology

Feedback From Past Conferences

- *"Opportunity to hear current trends, trends in the banking sector, problems, challenges, possible solutions"* - Mykhailo Vidyakin, Deputy Director of Strategy and Reform Department, NBU
- *"I liked the preparation and holding of the conference itself"* - Valentyna Nikitenko, Independent Member of the Supervisory Board, TAScombank
- *"Excellent selection of speakers and topics for discussion"* - Tatiana Sotnikova, Member of the Board, Chief Risk Manager, Piraeus Bank
- *"Interesting, very relevant topic, format, speakers"* - Nazar Odinaev, Director of Financial Risk Department, Credit Agricole Bank



Confirmed Speakers

- Vitaliy Vavrishchuk, Director of Department of Financial Stability, National Bank of Ukraine
- Rulsan Spyvak, Head of Corporate Business, Raiffeisen Bank Aval
- Nadiia Meshenko, FRM, Head of Financial and Operational Risk Department, National Bank of Ukraine
- Mykola Selekhnman, FRM, CFA, Deputy Director of the Open Markets Department, National Bank of Ukraine, Member of the Supervisory Board, National Depository of Ukraine
- Dmytro Kolechko, Member of the Executive Board, Chief Risk Officer, VP Bank (Vietnam)
- Oleksandr Duda, Head of Capital Markets, UkrSibbank
- Vyacheslav Ozerov, Director of Treasury Department, Credit Agricole Bank
- Pervin Dadashova, FRM, Head of Macroprudential Policy and Research, National Bank of Ukraine
- Oleg Tkachenko, Chairman of the Management Board, Bank "Settlement Center"
- Nazar Odinaev, Director of Financial Risk Department, Credit Agricole Bank
- Olexiy Nazarov, Head of Market Risks and Risks of Financial Institutions, Raiffeisen Bank Aval
- Oleksiy Sukhorukov, Business Development Director, Ukrainian Exchange
- Yuriy Tabin, Deputy Director of the Market and Liquidity Risk Department, Kredobank (PKO Group)
- Ganna Rubliova, Director of Financial Risks, OTP Bank
- Yaroslav Nevmerzhtsky, FRM, ERP, CFA, Chief Risk Officer, U.Commodities

COVID-19 And The Financial Sector: What Are The Results And Prospects?

Presentation: Six Months Of The COVID-19 Pandemic: Results, Lessons And Forecasts For The Financial Sector

- 1. Vitaliy Vavrishchuk, Director of Department of Financial Stability, National Bank of Ukraine
- 1. Review of the macroeconomic situation in Ukraine
- 2. Review of external and internal conditions and risks for the banking and non-banking financial sector
- 3. Prospects for financial stability
- 4. NBU regulatory initiatives

NBU Capital Requirements For Market Risks

Already in September 2020, the NBU will send banks a draft of requirements for determining the minimum capital requirement for market risks in accordance with the recommendations of the Basel Committee and the objectives of harmonization with EU law. At the conference there will be a discussion of these requirements by risk managers of banks and representatives of the NBU, who prepared them.

Presentation: Review Of NBU Capital Requirements For Market Risks.

- Pervin Dadashova, FRM, Head of Macroprudential Policy and Research, National Bank of Ukraine
- 1. What international standards are these requirements based on?
- 2. Approach to determining the minimum need for capital under currency risk;
- 3. Approach to determining the minimum need for capital under the interest rate risk of the trading book;
- 4. Approach to determining the minimum capital requirement for stock risk (Equity risk);
- 5. Approach to determining the minimum need for capital under Commodity risk (Commodity risk).
- 6. How does this approach to determining the minimum capital requirement for market risk differ from what banks have to assess in the framework of the SDS and the requirements of Regulation №64?

Panel Discussion Of The NBU And Banks - Discussion Of New Regulatory Capital Requirements For Market Risks

- Pervin Dadashova, FRM, Head of Macroprudential Policy and Research, National Bank of Ukraine
- Nazar Odinaev, Director of Financial Risk Department, Credit Agricole Bank
- Olexiy Nazarov, Head of Market Risks and Risks of Financial Institutions, Raiffeisen Bank Aval
- Yuriy Tabin, Deputy Director of the Market and Liquidity Risk Department, Kredobank (PKO Group)
- Ganna Rubliova, Director of Financial Risks, OTP Bank

Derivatives: From Valuation To Hedging Of Market Risks

On June 19, the Ukrainian Parliament adopted and on August 12, the President of Ukraine signed the Law "On Amendments to Certain Legislative Acts of Ukraine Concerning Simplification of Attracting Investments and Introducing New Financial Instruments" № 738-IX, which is to come into force on January 1, 2021. This law will promote the effective development of markets for derivative financial instruments. Also on June 19, the NBU approved amendments to the Procedure for Estimating the Fair Value of Derivative Financial Instruments Operated by the NBU, and on July 2 the first auction among commercial banks for Interest Rate Swaps with the NBU was held.

On the other hand, the floating exchange rate and the revaluation of the hryvnia in 2019 are forcing exporters and importers to more actively use derivatives to hedge currency risks. Demand for them is growing. But what exactly are the derivatives available to them?

According to the NBU, if in 2019 the total sales and purchases of forwards by bank customers amounted to USD 1.5 billion, in the first half of this year it reached almost USD 1.2 billion. However, this volume is small compared to the spot FX market, where in 2019 the volume of interbank transactions with currency (tod, tom and spot, without NBU

operations) was USD 84 billion, and in six months in 2020 it reached USD 52 billion. In addition to currency forwards, customers would like to use currency futures that have certain benefits.

But how to start a real currency futures market? In general, what is the experience of the NBU, banks and their customers in assessing and using derivatives to hedge market risks?

Presentation: NBU Approaches To Derivatives Valuation

- Nadiia Meshenko, FRM, Head of Financial and Operational Risk Department, National Bank of Ukraine
1. The process of building a model for valuing derivatives (on the example of the model for estimating the Interest Rate Swap)
 2. The procedure for model validation, according to the requirements of the NBU to the construction and validation of models (Chapter 14 of the NBU Resolution №64)
 3. Models used by the NBU to value derivatives with which it operates on the Ukrainian market.

Session Of Questions And Answers On The Valuation Model And Auctions Of The NBU On The Interest Rate Swap

- Nadiia Meshenko, FRM, Head of Financial and Operational Risk Department, National Bank of Ukraine
- Mykola Selekman, FRM, CFA, Deputy Director of the Open Markets Department, National Bank of Ukraine, Member of the Supervisory Board, National Depository of Ukraine

Panel Discussion "How To Finally Launch The Currency Futures Market?"

2. To what extent are banks interested in currency futures for their own purposes of hedging currency risks?
3. To what extent are bank customers - exporters and importers - interested in currency futures? Or do banks cover their risk hedging needs with forwards? Do customers understand the differences between forwards and futures?
4. The launch of the currency futures market requires not only a trading system, but also a clearing and settlement mechanism with a reliable risk management system, which will be trusted by the NBU, banks and their major exporters and importers. What are the requirements of the NBU and banks to such a clearing and settlement mechanism? What clearing and settlements are the exchanges ready to offer?

Discussion participants:

- Rulsan Spyvak, Head of Corporate Business, Raiffeisen Bank Aval
- Oleksandr Duda, Head of Capital Markets, UkrSibbank
- Vyacheslav Ozerov, Director of Treasury Department, Credit Agricole Bank
- Oleg Tkachenko, Chairman of the Management Board, Bank "Settlement Center"
- Oleksiy Sukhorukov, Business Development Director, Ukrainian Exchange

Presentation: Experience In Launching Currency And Other Derivatives In Vietnam

- Dmytro Kolechko, Member of the Executive Board, Chief Risk Officer, VP Bank (Vietnam)
- Derivatives market in Ukraine remains at its earliest stage. But sometimes you shouldn't reinvent the wheel. It is enough to look at the developing derivatives market similar to Ukraine and understand the reasons for its success. In his presentation Dmytro will examine how the derivatives market was launched in Vietnam, what served as the main impetus for its development, the size of the market and its form, which instruments are the most popular, what works and what does not.

Presentation: Commodity derivatives: lessons and prospects for the Ukrainian market

- Yaroslav Nevmerzhitsky, FRM, ERP, CFA, Chief Risk Officer, U.Commodities

Commodity derivatives are of interest to commercial banks for three main reasons:

- a) commodity derivatives are a separate and investment-attractive group of market assets that expand opportunities to generate profits and to diversify their own exposure to risk factors in the economy;
- b) market quotations of exchange traded goods (de facto commodity derivatives) are used as market indicators for macroeconomic analysis and formation of stress scenarios
- c) the bank's exposure to commodity market risks is formed through possible spill-over exposure to commodity markets of the bank's customers and counterparties.

In the context of the above topics, the report will address the following issues:

1. Pricing in commodity markets: common and negative in comparison with the products of the financial market.
2. Physical vs financial performance of commodity derivatives
3. The mechanism of influence of the derivatives market on the physical (spot) market: experience and conclusions for Ukraine.

The program is subject to change

How To Attend

Conference format: The conference will take place in online and offline formats (subject to all quarantine and hygiene requirements).

Venue of the Conference in offline format: Conference Hall Depo (Kyiv, Antovovycha Street, 50).

Working language of Conference – Ukrainian or Russian. The interpreter will be provided for English-language presentations.

Fee of participation of one representative in the Conference:

for residents of Ukraine (UAH)	9,950
for non-residents of Ukraine (EUR)	300

The fee includes:

- Participation offline or online according to the preference*
- Full video
- Speakers' presentations
- Networking (offline)
- Coffee breaks, lunch, and cocktail reception (offline)

* Participants have the right to change the format of their participation (from offline to online or vice versa) until October 5, 17:00, by sending a request to e-mail: office@extra-consulting.net.

PROMO SALE 1+1:

When paying for one representative, the second representative of this organization participates in the Conference for **FREE**.

Terms of this Promotion:

- 1) The promotion is valid until **September 25, 2020** inclusive.
- 2) The promotion does not operate with other discounts.
- 3) Payment for participation must be made before the end date of this promotion.

Discounts for participation in the Conference:

For representatives of organizations from which there are speakers at this conference	50%
For members of GARP and UUPN	5%
For regular customers	5%

Discounts are summed up.

For registration please send your registration request at e-mail office@extra-consulting.net stating the names of the delegates, their positions, your organization and contact details.

For marketing opportunities, please e-mail: marketing@extra-consulting.net

The updated Conference agenda is posted at www.extra-consulting.net

If you have any questions, please call us at +380 44 227 81 73 or e-mail office@extra-consulting.net.

Contacts:
Extra Consulting Ltd
phone: +38 (044) 227 81 73
e-mail: office@extra-consulting.net
www.extra-consulting.net

About the Organizer

EXTRA
consulting

Extra Consulting Ltd (www.extra-consulting.net) is a leading banking consulting and training provider in Ukraine. The company's Mission is to advise Ukrainian and CIS banks on the world best practice of management and advanced information technologies to improve their efficiency. This shall be achieved through the combined expertise of a network of international and local consultants. The Company has 19 year successful experience in delivering professional conferences and training – with Risk Management as the major topic. The Company initiated an establishment of the GARP presence in Ukraine in 2009 by taking part in setting up the GARP's Regional Chapter and in a successful launch of the FRM Certification. The company's experts successfully accomplished several consulting projects in Ukraine, countries of the Western Balkans, Eastern Partnership, Kyrgyz Republic, Tajikistan, Vietnam and Russia.

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